

# The Kentucky Division of Social Security *...leading the way*



<http://sssa.state.ky.us>

## **IRS Advisory Committee on Tax Exempt and Government Entities: Second Report**

The Division of Social Security, and therefore the government employers in Kentucky, have been represented in Washington D.C. on an Internal Revenue Service Advisory Committee by Daryl Dunagan, state social security administrator for Kentucky. Dunagan also serves as director of DOSS.

Dunagan recently completed his multi-year tenure on the IRS Advisory Committee on Tax Exempt and Government Entities (ACT) as the second report of recommendations of the ACT was issued. The report can be viewed in its entirety at [http://www.irs.gov/pub/irs-tege/tege\\_act\\_rpt2.pdf](http://www.irs.gov/pub/irs-tege/tege_act_rpt2.pdf).

The 17 members of the ACT presented their report to the IRS during a public meeting in Washington, DC in May. Dunagan said the ACT welcomes comments on this report from the public that may be submitted via e-mail to [tege.act@irs.gov](mailto:tege.act@irs.gov).

State and local governments should be interested in the section of the report titled *Gateway Opportunities between FSLG and its Customers*. FSLG refers to the Federal, State and Local Government component of the IRS.

The committee report recommends several items for FSLG when dealing with the nation's governmental employers. Included in the report were recommendations that FSLG should:

- Provide a "point of entry" to the IRS for governmental employers to access issue-specific guidance.
- Enhance the facilitation skills and knowledge of governmental employer issues of FSLG employees.
- Build a comprehensive federal, state and local government inventory so the thousands of state and local agencies can be identified and their differences recognized to ensure an efficient assistance program.

This portion of the report is available separately at [http://www.irs.gov/pub/irs-tege/act\\_rpt2\\_part4.pdf](http://www.irs.gov/pub/irs-tege/act_rpt2_part4.pdf).

Of particular interest to retirement plan professionals and governmental employers is the chapter of the report addressing the *TE/GE Abusive Tax Shelters Project*. This portion of the report is available separately at [http://www.irs.gov/pub/irs-tege/act\\_rpt2\\_part2.pdf](http://www.irs.gov/pub/irs-tege/act_rpt2_part2.pdf).